LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m., on TUESDAY, MARCH 30, 2004, upon the application of CAMTERRA RESOURCES, INC. At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston Zone, Reservoir A, Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, in the Elm Grove Field, Caddo Parish, Louisiana.

FOR THE HOSS RA SU80, CV RA SU92, LCV RA SU75

1. To permit the applicant to drill, designate and utilize six (6) additional alternate unit wells for the production of gas and condensate from the Hosston Zone, Reservoir A, Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, three (3) of which are located in exception to the spacing provisions of the 361-A, 361-B and 361 E Series of Office of Conservation Orders, such units and wells shown on the plat submitted with the application.

FOR THE HOSS RA SU84, CV RA SU93 AND THE LCV RA SU76

1. To permit the applicant to drill, designate and utilize four (4) additional alternate unit wells for the production of gas and condensate from the Hosston Zone, Reservoir A, Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, in exception to the spacing provisions of the 361-A, 361-B and 361-E Series of Office of Conservation Orders, such units and wells shown on the plat submitted with the application.

FOR THE HOSS RA SU85, CV RA SU100 AND LCV RA SU79

To permit the applicant to drill, designate and utilize seven (7) additional alternate unit
wells for the production of gas and condensate from the Hosston Zone, Reservoir A,
the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone,
Reservoir A, five of which are located in exception to the spacing provisions of the
361-A, 361-B and the 361-E Series of Office of Conservation Orders, such units and
wells shown on the plat submitted with the application.

FOR THE HOSS RA SU80, CV RA SU92, LCV RA SU75 THE HOSS RA SU84, CV RA SU93, LCV RA SU76, HOSS RA SU85, CV RA SU100 AND THE LCV RA SU78

- 1. To find that additional alternate unit well are needed on each unit to assist in draining a portion of each unit that cannot be drained by any other well located therein.
- 2. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit well(s) or from a combination thereof at the discretion of the unit operator.
- 3. To consider such other matters as may be pertinent.

The Hosston Zone, Reservoir A, in the Elm Grove Field, Bossier, Caddo and Webster Parishes, Louisiana, was defined in the 361-A Series of Office of Conservation Orders.

The Cotton Valley Formation, Reservoir A, in the Elm Grove Field, Bossier, Caddo and Webster Parishes, Louisiana, was defined in the 361-B Series of Office of Conservation Orders.

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ELM GROVE FIELD 04-336 thru 04-344

The Lower Cotton Valley Zone, Reservoir A, in the Elm Grove Field, Bossier, Caddo and Webster Parishes, Louisiana, was defined in Office of Conservation Order No. 361-E, effective July 16, 1996.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 3/9/04;3/12/04 S dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION - ENGINEERING DIVISION AT P. O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.